GOVERNMENT OF INDIA
URBAN DEVELOPMENT
LOK SABHA

UNSTARRED QUESTION NO:1479
ANSWERED ON:04.08.2006
ROLE OF PRIVATE SECTOR FOR URBAN INFRASTRUCTURE NO
Singh Shri Chandra Bhushan

Will the Minister of URBAN DEVELOPMENT be pleased to state:

(a) whether the Government proposes to invite private players to become partners in urban renewal mission;

(b) if so, the details thereof; and

(c) the details of the guidelines/norms fixed for private participation in the sector?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT (SHRI AJAY MAKEN)

(a)to(c): The Government of India has launched Jawaharlal Nehru National Urban Renewal Mission (JNNURM) on 3rd December, 2005 to give focused attention to integrated development of urban infrastructure and services in select 63 cities with emphasis on provision of basic services to the urban poor including housing, water supply, sanitation, slum improvement, community toilets/ baths etc. Among the eligible sectors for funding under the JNNURM, projects relating to parking lots/ spaces have to be on Public Private Partnership (PPP) basis. Public Private Partnership is also welcome in all the other sectors eligible for funding under JNNURM.

The Government of India has formulated `Guidelines for successful Public Private Partnership in urban water and sanitation services in India` and circulated to all the States for their information and guidance. The States are to adopt these guidelines for promoting Public Private Partnership with the objective of improving the basic services. The salient features of the guidelines are:

(i) Policy framework/Road Map for initiating reforms.

(ii) Implementation arrangements by State Government, Urban Local Body & Reform Advisers.

(iii) Creating enabling conditions through legal and institutional framework, regulatory mechanism, utility governance structure.

(iv) Selecting and executing Private Sector Participation (PSP) transactions and managing Public Private Partnership.